

STATE FIRE AND TORNADO FUND  
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2005

	August-05				July-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	FYTD	FY05	Ended	Ended
									Net	Net	6/30/2005	6/30/2005
											Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<i>Structured Growth</i>												
Los Angeles Capital	723,879	2.9%	2.8%	-0.55%	728,085	2.9%	2.8%	4.33%	3.76%	7.56%	N/A	N/A
<b>Total Structured Growth</b>	<b>723,879</b>	<b>2.9%</b>	<b>2.8%</b>	<b>-0.55%</b>	<b>728,085</b>	<b>2.9%</b>	<b>2.8%</b>	<b>4.33%</b>	<b>3.76%</b>	<b>7.56%</b>	<b>7.46%</b>	<b>-9.18%</b>
Russell 1000 Growth				-1.29%				4.89%	3.54%	1.68%	7.26%	-10.36%
<i>Structured Value</i>												
LSV	731,434	2.9%	2.8%	-0.28%	734,019	2.9%	2.8%	4.05%	3.75%	18.35%	14.73%	14.78%
Russell 1000 Value				-0.43%				2.89%	2.45%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>												
LA Capital	1,437,470	5.8%	5.6%	0.27%	1,433,962	5.7%	5.6%	3.84%	4.13%	7.93%	N/A	N/A
Russell 1000				-0.87%				3.89%	2.99%	7.92%	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>												
Westridge	1,411,496	5.7%	5.6%	-0.89%	1,424,825	5.7%	5.6%	3.75%	2.82%	6.58%	N/A	N/A
S&P 500				-0.91%				3.72%	2.77%	6.32%	N/A	N/A
<i>Index</i>												
State Street	467,758			-0.92%	472,053			3.70%	2.75%	6.27%	8.22%	-2.45%
<b>Total Index</b>	<b>467,758</b>	<b>1.9%</b>	<b>1.9%</b>	<b>-0.92%</b>	<b>472,053</b>	<b>1.9%</b>	<b>1.9%</b>	<b>3.70%</b>	<b>2.75%</b>	<b>6.27%</b>	<b>8.22%</b>	<b>-2.45%</b>
S&P 500				-0.91%				3.72%	2.77%	6.32%	8.28%	-2.37%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>4,772,036</b>	<b>19.2%</b>	<b>18.8%</b>	<b>-0.40%</b>	<b>4,792,944</b>	<b>19.2%</b>	<b>18.8%</b>	<b>3.91%</b>	<b>3.49%</b>	<b>8.89%</b>	<b>9.59%</b>	<b>-0.28%</b>
S&P 500				-0.91%				3.72%	2.77%	6.32%	8.28%	-2.37%
<b>SMALL CAP DOMESTIC EQUITY</b>												
<i>Manager-of-Managers</i>												
SEI	1,610,340	6.5%	6.3%	-2.06%	1,651,254	6.6%	6.3%	6.87%	4.67%	9.32%	13.32%	N/A
Russell 2000 + 200bp				-1.69%				6.50%	4.71%	11.64%	15.07%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>1,610,340</b>	<b>6.5%</b>	<b>6.3%</b>	<b>-2.06%</b>	<b>1,651,254</b>	<b>6.6%</b>	<b>6.3%</b>	<b>6.87%</b>	<b>4.67%</b>	<b>9.32%</b>	<b>13.32%</b>	<b>5.50%</b>
Russell 2000				-1.85%				6.34%	4.36%	9.45%	12.81%	5.71%
<b>CONVERTIBLES</b>												
TCW	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Merrill Lynch All Convertibles				0.00%				0.00%	N/A	N/A	N/A	N/A
<b>INTERNATIONAL EQUITY</b>												
<i>Large Cap - Active</i>												
Capital Guardian	1,045,108	4.2%	4.0%	2.93%	1,017,848	4.1%	4.0%	3.78%	6.83%	10.32%	7.44%	-3.80%
LSV	1,046,443	4.2%	4.0%	1.56%	1,030,741	4.1%	4.0%	3.40%	5.02%	N/A	N/A	N/A
Transition Account	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>2,091,551</b>	<b>8.4%</b>	<b>8.0%</b>	<b>2.24%</b>	<b>2,048,589</b>	<b>8.2%</b>	<b>8.0%</b>	<b>3.59%</b>	<b>5.92%</b>	<b>13.23%</b>	<b>12.39%</b>	<b>7.26%</b>
MSCI EAFE - 50% Hedged				1.95%				3.40%	5.42%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>												
Lazard	259,577	1.0%	1.0%	3.60%	250,453	1.0%	1.0%	3.90%	7.64%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.00%				3.90%	7.02%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>												
Vanguard	258,928	1.0%	1.0%	2.03%	253,770	1.0%	1.0%	4.53%	6.65%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.00%				3.90%	7.02%	21.33%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>2,610,055</b>	<b>10.5%</b>	<b>10.0%</b>	<b>2.36%</b>	<b>2,552,811</b>	<b>10.2%</b>	<b>10.0%</b>	<b>3.71%</b>	<b>6.16%</b>	<b>15.34%</b>	<b>10.62%</b>	<b>-2.10%</b>
MSCI EAFE - 50% Hedged				1.95%				3.40%	5.42%	14.41%	8.84%	-2.61%
<b>DOMESTIC FIXED INCOME</b>												
<i>Core Bond</i>												
Western Asset	4,670,430	18.8%	18.3%	1.16%	4,616,875	18.5%	18.3%	-0.52%	0.64%	7.14%	7.36%	8.59%
Lehman Aggregate				1.28%				-0.91%	0.36%	6.80%	5.75%	7.40%
<i>Index</i>												
Bank of ND	4,323,642	17.4%	18.3%	1.50%	4,257,497	17.1%	18.3%	-0.96%	0.54%	4.08%	5.66%	7.26%
Lehman Gov/Credit (1)				1.49%				-1.13%	0.35%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	4,653,622	18.7%	18.3%	1.51%	4,586,184	18.4%	18.3%	-0.71%	0.79%	9.14%	9.20%	N/A
Lehman US Credit BAA				1.48%				-0.74%	0.74%	8.60%	9.42%	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>13,647,694</b>	<b>54.9%</b>	<b>55.0%</b>	<b>1.39%</b>	<b>13,460,555</b>	<b>54.0%</b>	<b>55.0%</b>	<b>-0.72%</b>	<b>-0.72%</b>	<b>6.14%</b>	<b>6.59%</b>	<b>7.79%</b>
Lehman Gov/Credit				1.49%				-1.13%	0.35%	7.26%	6.41%	7.70%
<b>CASH EQUIVALENTS</b>												
<i>Bank of ND</i>												
90 Day T-Bill	2,239,742	9.0%	10.0%	0.32%	2,485,190	10.0%	10.0%	0.29%	0.61%	2.46%	1.74%	2.68%
				0.29%				0.23%	0.52%	2.15%	1.55%	2.62%
<b>TOTAL FIRE &amp; TORNADO FUND</b>	<b>24,879,866</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.81%</b>	<b>24,942,755</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.20%</b>	<b>2.02%</b>	<b>6.55%</b>	<b>7.91%</b>	<b>4.25%</b>
POLICY TARGET BENCHMARK				0.76%				0.84%	1.60%	6.74%	7.33%	4.19%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.